

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 332 - SB 964**

March 11, 2013

**SUMMARY OF BILL:** Requires the Department of Environment and Conservation (TDEC) to manage the state Waste Tire Program for the most beneficial end use. Establishes allowable methods to achieve the most beneficial end use. Requires TDEC to contract for services of a mobile tire shredder to operate throughout the state as needs require. Authorizes TDEC to provide grants to assist counties in locating, collecting and appropriately disposing of waste tires. Prohibits landfills from accepting whole, un-shredded waste tires for disposal.

**ESTIMATED FISCAL IMPACT:**

**Decrease State Revenue – Exceeds \$5,000/Solid Waste Management Fund**

**Increase State Expenditures – Exceeds \$164,700/Solid Waste Management Fund**

Assumption:

- TDEC will require one additional Environmental Specialist to oversee contracted tire shredding services contracts. The recurring increase in state expenditures from the Solid Waste Management Fund (SWMF) will be \$64,712 (\$42,000 salary, \$12,312 benefits, \$10,400 travel and other).
- The costs associated with TDEC contracting for tire shredding services is unknown. However, the recurring increase in state expenditures from the SWMF for any contract is reasonably estimated to exceed \$100,000.
- To the extent TDEC elects to provide grants for assisting counties with tire disposal, there will be an additional recurring increase in expenditures from the Solid Waste Management Fund.
- The total recurring increase in state expenditures from the SWMF is reasonably estimated to exceed \$164,712 (\$64,712 + \$100,000).
- Given the likelihood that more tires will be shredded as a result of this bill, and further given the likelihood for a reduced number of tires being disposed of in landfills as a result of increased tire shredding, it is estimated that tipping-fee revenue to the SWMF will decrease. Any such revenue decrease is unknown and dependent upon several unknown factors. However, the recurring decrease in state revenue to the SWMF is reasonably estimated to exceed \$5,000.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read 'Lucian D. Geise', written in a cursive style.

Lucian D. Geise, Executive Director

/cce